



INSURANCE FRAUD INVESTIGATION DIVISION
Kentucky Department of Insurance
909 Leawood Drive, P. O. Box 4050, Frankfort, KY 40604-4050
Phone 502-564-1461 – FAX 502-564-1464
Fraud Statistics/Convictions Activity
June 2014

<u>Fraud Statistics</u>		<u>Month/June</u>	<u>YTD</u>
Total Referrals Received.....		128	753
Closed Referrals.....		47	395
Open Cases (Investigations – includes prior years).....			374
Assigned Cases (Investigations).....		7	48
Closed Cases (Investigations).....		4	37
Closed Cases (Investigations) Exceptionally Cleared – Declined by Prosecutor.....		3	5
Charges (0 felony, 1 misdemeanor)		1	43
Convictions (2 felony, 1 misdemeanor)		3	17
Restitution Ordered.....	\$	5,531.00	223,955.95
Restitution Agreed.....	\$.00	.00
Restitution Total.....	\$	5,531.00	223,955.95
Investigation Expenses to Division			
Awarded.....	\$.00	4,935.34
Collected.....	\$	732.50	5,681.47
DOI Fines.....	\$.00	.00
Administrative Subpoenas Issued.....		9	15
Non-Licensed Individuals.....		9	15
Licensed (active/inactive individuals).....			
Subpoenas Received.....		1	20

Convictions Activity

Brett Morehouse – Morehouse provided an altered insurance card to the Kenton District Court to satisfy proof of insurance for a traffic citation. Morehouse pleaded guilty to fraudulent insurance acts less than \$500. He was sentenced to 90 days in jail, conditionally discharged for two years. He was fined \$500 and ordered to pay court costs.

Charles Cooper – Cooper provided two altered certificates of insurance so that his drywall company would appear to have valid coverage. Cooper pleaded guilty to two counts of fraudulent insurance acts over \$500 and was sentenced to two years on both counts, to run concurrently. He was placed on supervised probation for five years and ordered to pay \$731 in restitution to the Commonwealth Attorney's Office.

Devon Henley – Henley submitted two fraudulent notes from Norton Healthcare to an independent medical examiner in the furtherance of a Personal Injury Protection (PIP) claim. Henley pleaded guilty to one count of fraudulent insurance acts over \$500. He was sentenced to five years, probated for five years, and was ordered to pay \$4,800.00 in restitution to GEICO.